

**SHELBY COUNTY BOARD OF COMMISSIONERS
AGENDA ROUTE SHEET**

Referred to Commission Committee (name) Budget Committee

For Commission Action on (date) May 12, 2008

DESCRIPTION OF ITEM:

**RESOLUTION AMENDING THE FY 2008 CAPITAL IMPROVEMENT BUDGET AND APPROPRIATING SCHOOL CAPITAL FUNDS IN THE AMOUNT OF \$11,537,402 FROM FUNDS TRANSFERRED FOR THIS PURPOSE AS AUTHORIZED BY RESOLUTION 63A ADOPTED ON JUNE 25, 2007
SPONSORED BY COMMISSIONER DEIDRE MALONE**

CHECK ALL THAT APPLY BELOW:

 This Action does NOT require expenditure of funds.

 X This Item requires/approves expenditure of funds as follows (complete all that apply):

County General Funds: \$; County CIP Funds- \$ 11,537,402.00 (Non bond funded)
(Pay as you Go funds)

State Grant Funds: \$; State Gas Tax Funds: \$

Federal Grant Funds: \$

Other funds (Specify source and amount): \$

Other pass-thru funds (Specify source and amount): \$

Originating Department: CAO's Office

APPROVAL:

Dept. Head: Grace Hutchinson 545-4429 \ \
(Type your name & phone #.) (Initials) (Date)

Elected Official: \ \
(Type your name & phone #.) (Initials) (Date)

Division Director: Grace Hutchinson 545-4429 \ \
(Type your name & phone #.) (Initials) (Date)

CIP – A&F Director: \ \
(Type your name & phone #.) (Initials) (Date)

Finance Dept. Mike Swift 545-4269 \ \
(Type your name & phone #.) (Initials) (Date)

County Attorney: Brian Kuhn 545-4230 \ \
(Type your name & phone #.) (Initials) (Date)

CAO/Mayor: Jim Huntzicker 545-4514 \ \
(Type your name & phone #.) (Initials) (Date)

SUMMARY

I. Description of Item

Resolution 63A adopted on June 25, 2007, specified that after reaching the budgeted level of school operating appropriation, any additional non property tax revenue collections, over and above the budgeted schools operating appropriations for FY 2007 would be transferred and earmarked for school capital purposes. These funds totaled \$11,537,402.00 and are being appropriated in this resolution to the Memphis City Schools and the Shelby County schools for capital projects which have been reviewed and approved by the Needs Assessment Committee. The funds are allocated between the two school systems for this purpose utilizing the Average Daily Attendance percentages in effect for the FY 2008 fiscal year. The ADA rates as reported in March 2008 for FY 2008 were 69.57 % Memphis City Schools and 30.43% Shelby County Schools. The application of these percentages results in an appropriation of \$8,026,571.00 for Memphis City Schools and \$3,510,831.00 for Shelby County Schools.

II. Source and Amount of Funding

Funds were accumulated from revenue sources earmarked for schools and the balance over and above the total budgeted operating appropriation for schools for FY 2007 was set aside to address capital needs for the schools. The amount, as determined at year end, was \$11,537,402.00. These funds have been set aside and are available for appropriation at this time.

An amendment to the C.I.P. Project 101999, Schools is necessary in the amount of \$11,537,402

909-101999-9999	Fund Balance	\$11,537,402 (revenue)
909-101999-8954	City Schools	\$ 8,026,571 (expense)
909-101999-8955	County Schools	\$ 3,510,831 (expense)

These funds are in addition to the appropriation for the current fiscal year of \$60 million for both systems as agreed to in the joint funding agreement between Shelby County Government, Memphis City Schools Board of Education and the Shelby County Schools Board of Education approved by resolution 27 adopted on July 25, 2005

III. Contract Items

N/A

IV. Additional Information Relevant to Approval of this Item

The capital projects that will utilize this funding have been reviewed and approved by the Needs Assessment Committee.

Item _____

Prepared by Grace Hutchinson

Commissioner: Malone

Approved by _____

**RESOLUTION AMENDING THE FY 2008 CAPITAL IMPROVEMENT BUDGET
AND APPROPRIATING SCHOOL CAPITAL FUNDS IN THE AMOUNT OF
\$11,537,402 FROM FUNDS TRANSFERRED FOR THIS PURPOSE AS
AUTHORIZED BY RESOLUTION 63A ADOPTED ON JUNE 25, 2007
SPONSORED BY COMMISSIONER DEIDRE MALONE**

WHEREAS, Resolution 63A adopted on June 25, 2007 approved the transfer of funds in excess of budgeted revenues earmarked for school purposes to provide funding for capital projects; and

WHEREAS, The amount collected in excess of the budgeted operational funding for schools for the 2007 fiscal year totaled \$11,537,402.00 and an amendment to the FY 2008 Capital Improvement Budget is necessary to recognize and appropriate these funds; and

WHEREAS, Memphis City and Shelby County schools have identified projects that will utilize these funds; and

WHEREAS, The projects identified by both Memphis City Schools and Shelby County Schools had been previously reviewed and recommended by the Needs Assessment Committee; and

WHEREAS, The allocation of this funding between the two school systems is based upon the Average Daily Attendance percentages applicable for the 2008 fiscal year which were 70.82 % Memphis City Schools and 29.18% Shelby County Schools resulting in the allocation of \$8,026,571.00 for Memphis City Schools and \$3,510,831.00 to Shelby County Schools for capital projects.

WHEREAS, Memphis City Schools has identified the Fairview and Humes renovation projects and Shelby County Schools has identified the renovation of Shadowlawn Middle School for the use of these appropriated funds.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF SHELBY COUNTY, TENNESSEE, That the FY 2008 Capital Improvement Budget is hereby amended by increasing Account Number 909-101999-9999 Fund Balance in the amount of \$11,537,402.00, Account Number 909-101999-8954 City Schools Capital Expenditures in the amount of \$8,026,571.00 and Account Number 909-101999-8955 County Schools Capital Expenditures in the amount of \$3,510,831.00 and

that said funds are hereby appropriated to Memphis City and Shelby County schools utilizing the current year ADA percentages.

BE IT FURTHER RESOLVED, That the Mayor and the Director of the Division of Administration and Finance are hereby authorized to issue their warrant or warrants for the purposes contained in this resolution and to take proper credit in their accounting therefore.

A C Wharton, Jr., Mayor

Date:_____

ATTEST:

Clerk of County Commission

ADOPTED:_____